AMENDMENTS TO THE CLAIMS:

Claims 1-27 (Canceled)

- 28. (Currently amended) A transgenic mouse whose genome comprises a disruption in an endogenous <u>nucleotide sequence comprising SEQ ID NO:1-BMP-gene</u>, wherein where the disruption is homozygous, the transgenic mouse lacks production of functional <u>protein encoded by the nucleotide sequence-BMP</u>, and exhibits at least one of <u>the following phenotypes:</u> a kinky tail, low body weight or short body length, relative to a wild-type mouse.
- 29. (Currently amended) A cell or tissue obtained from the transgenic mouse of claim 28, wherein the cell lacks production of functional protein encoded by the nucleotide sequence comprising SEQ ID NO:1-BMP.
- 30. (Currently amended) A transgenic mouse comprising a heterozygous disruption in an endogenous <u>nucleotide sequence comprising SEQ ID NO:1-BMP gene</u>, wherein the disruption in a homozygous state <u>results in lack of inhibits</u> production of functional <u>protein encoded by the nucleotide sequence-BMP</u> resulting in a transgenic mouse exhibiting at least one of <u>the following phenotypes:</u> a kinky tail, low body weight or short body length, relative to a wild-type mouse.
- 31. (Currently amended) A method of producing a transgenic mouse comprising a disruption in an endogenous <u>nucleotide sequence comprising SEQ ID NO:1-BMP gene</u>, the method comprising:
 - a) introducing a targeting construct capable of disrupting the nucleotide sequence comprising SEQ ID NO:1 an endogenous murine BMP gene into a murine embryonic stem cell;
 - b) introducing the murine embryonic stem cell into a blastocyst;
 - c) implanting the resulting blastocyst into a pseudopregnant mouse, wherein <u>said</u> the <u>pseudopregnant</u> mouse gives birth to a chimeric mouse; and
 - d) breeding the chimeric mouse to produce the transgenic mouse; wherein where the disruption is homozygous, the transgenic mouse lacks production of functional <u>protein encoded by the nucleotide sequence comprising SEQ ID NO:1-BMP</u>

and exhibits at least one of the following phenotypes: a kinky tail, low body weight or short body length, relative to a wild-type mouse.

Claims 32-36 (Canceled)